BEFORE THE ARIZONA POWER PLANT AND TRANSMISSION LINE SITING COMMITTEE

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IN THE MATTER OF THE APPLICATION OF STARWOOD SOLAR I, L.L.C., IN CONFORMANCE WITH THE REQUIREMENTS OF ARIZONA REVISED STATUTES, SECTIONS 40-360, et seq., FOR A CERTIFICATE OF ENVIRONMENTAL COMPATIBILITY AUTHORIZING CONSTRUCTION OF A 290 TO 365 MEGAWATT SOLAR THERMAL POWER

PROJECT AND A 500KV TRANSMISSION LINE ORIGINATING AT THE PLANNED STARWOOD SOLAR I SUBSTATION TO THE

PLANNED AND PERMITTED DELANY SUBSTATION AND INCLUDING A 500KV TRANSMISSION LINE FROM THE

PROPOSED STARWOOD SOLAR I SUBSTATION TO THE EXISTING

HARQUAHALA GENERATING STATION SWITCHYARD IN MARICOPA COUNTY, ARIZONA.

Docket No. L-00000MM-09-0446-00150

Case No. 150

NOTICE OF HEARING

A PUBLIC HEARING WILL BE HELD before the Arizona Power Plant and Transmission Line Siting Committee ("Committee") regarding the application of Starwood Solar I, L.L.C. ("Applicant") for a Certificate of Environmental Compatibility authorizing the construction of a solar thermal electric generating facility ("The Solar Generation") and 500 kV transmission structures and an on-site substation (the "Transmission") (collectively the "Project").

The Solar Generation will be located on approximately 1,900 acres of land located in Maricopa County on the Southwest corner of 491st Avenue and Salome Highway, and the Transmission will interconnect the Solar Generation to the transmission system at the proposed Delany Substation, as depicted on the attached map.

The Solar Generation consists of solar collectors (approximately 3,500 100-meter long parabolic troughs), steam turbine generators and an indirect thermal-energystorage system. The Project will produce a nominal output of between 290 MW and 365 MW, depending on the configuration of the turbines and thermal storage systems.

A new substation (Starwood Solar I) would be built, converting from 13.8kV to 500kV near the power block at the inside corner of the "L" approximately at 491st Avenue and Indian School Road.

The Project also will include a single circuit 500kV transmission line from the Project to the approved APS Delany Substation and a 500 kV line from the Project Switchyard to the Harquahala Substation.

A 500kV transmission line would be constructed between the Starwood Solar I Substation, constructed on the Project site near the power block at the inside corner of the "L" approximately at 491st Avenue and Indian School Road, to APS' approved Delany Substation (Case No. 128).

There are three proposed alignments:

- (1) Indian School Road and Salome Highway (Preferred Route) The Applicant's preferred alignment begins at the Starwood Solar I Substation near the intersection of 491st Avenue and Indian School Road in Section 29, Township 2 North, Range 8 West. From there, the transmission line would extend east and parallel the Indian School Road alignment, crossing 2 irrigation canals and the Saddleback Flood Retarding Structure (FRS) until reaching the Salome Highway, Section 26, Township 2 North, Range 8 West. The transmission line would turn southeast and parallel the Salome Highway until almost reaching the Thomas Road alignment, Section 25, Township 2 North, Range 8 West. At this point, the transmission line would turn east toward and continue to the Delany Substation, Section 25, Township 2 North, Range 8 West.
- (2) Indian School Road (Alternative Route 1) This alignment would begin at the Starwood Solar I Substation near the intersection of 491st Avenue and Indian School Road in Section 29, Township 2 North, Range 8 West. From there, the transmission line would extend east and parallel Indian School Road, crossing 2 irrigation canals, the Saddleback FRS, and the Salome Highway until reaching the 459th Avenue alignment, Section 25, Township 2 North, Range 8 West. The transmission line would turn south and parallel the 459th Avenue alignment until almost reaching the Thomas Road alignment, Section 25, Township 2 North, Range 8 West. At this point, the transmission line would turn east toward and continue to the Delany Substation, Section 25, Township 2 North, Range 8 West.
- (3) Half-Section (Alternative Route 2) This alignment would begin at the Starwood Solar I Substation near the intersection of 491st Avenue and Indian School Road in Section 29, Township 2 North, Range 8 West. From there, the transmission line would extend south to the half-section line of Section 29. At this point, the transmission line would turn east and parallel the half-section line, crossing 2 irrigation canals and the Saddleback FRS until reaching the Salome Highway, Section 26, Township 2 North, Range 8 West. The transmission line would turn southeast and parallel the Salome Highway until almost reaching the Thomas Road alignment, Section 25, Township 2 North, Range 8 West. At this point, the transmission line would turn east toward and continue to the Delany Substation, Section 25, Township 2 North, Range 8 West.
- The 500kV line to the existing Harquahala Generating Station would begin at the Starwood Solar I Substation that would be located near the intersection of 491st Avenue and Indian School Road in Section 29, Township 2 North, Range 8 West. From there, the transmission line would extend south to Thomas Road, Section 32, Township 2 North, Range 8 West. At this point, the transmission line turns west and parallels Thomas Road for a short distance before turning south into the Harquahala Switchyard.

The hearing will be held at the Wigwam Golf Resort & Spa, 300 Wigwam Boulevard, Litchfield Park, Arizona. The hearing is scheduled to begin Monday, October 26, 2009 at 9:30 a.m., and to continue as necessary on Tuesday, October 27, 2009 and Wednesday, October 28, 2009 at 9:30 a.m. The hearing will adjourn at approximately 5:00 p.m. on all days. Additional hearing days, if necessary, will be noticed on the Applicant and Arizona Corporation Commission ("ACC") websites.

The Applicant's website with Project information is: http://www.starwoodsolar.com/

The ACC Website is: http://www.cc.state.az.us/az_power_plant/linesiting-calendar.asp

PUBLIC COMMENT WILL BE TAKEN AFTER OPENING STATEMENTS AND AS PERMITTED BY THE COMMITTEE CHAIRMAN. IN ADDITION, A SEPARATE EVENING PUBLIC COMMENT SESSION WILL BE HELD OCTOBER 26, 2009, AT 6:00 P.M. ALSO AT THE SAME LOCATION, THE WIGWAM GOLF RESORT & SPA.

More complete maps, along with more detailed textual descriptions of the proposed routes are available in the Application and on the Applicant's website (http://www.starwoodsolar.com).

The Application including detailed maps of the proposed Project is on file with the Docket Control Center of the ACC, 1200 West Washington Street, Suite 108, Phoenix Arizona, 85007. Copies of the Application and Transcripts will also be available for inspection at the following location:

Harquahala Valley Fire District Station 51501 W. Tonto Street Tonopah, AZ 85354

The Committee may conduct a tour of the Project area and the proposed routes — most likely to occur on October 27, 2009 starting at 9:00 a.m. If a tour is conducted, a map and itinerary for the tour will be available at the hearings. Members of the public may follow the Committee in their own private vehicles. During the tour, the Committee may hear brief testimony at stops on the tour from one or more witnesses concerning where the stops are located, what is visible at the stops and the relevance of the location and view to the proposed routes of the transmission line in the Application. No other discussion or deliberation concerning the Application will occur. A court reporter will transcribe any testimony taken on the tour.

Depending on the issues raised and the number of intervenors appearing during the hearing, the Committee may deem it appropriate at some point to recess the hearing to a time and place to be announced during the hearing, or to be determined after the recess, at which time and place the hearing will be resumed. These dates and places will be posted on the Project and ACC websites. At the discretion of the Committee, such resumed hearings may be held at a date, time and place designated by the Committee or its Chairman.

NOTE: NOTICE OF SUCH RESUMED HEARING WILL BE GIVEN. PUBLISHED NOTICE OF SUCH RESUMED HEARING IS NOT REQUIRED.

Each county and municipal government and state agency interested in the proposed Project and desiring to become a party in the proceeding must file with the Arizona Corporation Commission, 1200 West Washington Street, Phoenix, Arizona 85007, a notice of its intent to be a party. That notice must be filed not less than ten (10) days before the date set for hearing.

Any domestic, non-profit corporation or association, formed in whole or in part to promote conservation or natural beauty, to protect the environment, personal health or other biological values, to preserve historical sites, to promote customer interests, to represent commercial and industrial groups, or to promote the orderly development of the area in which the Project is to be located and desiring to become a party to the certification proceedings must file with the ACC, 1200 West Washington Street, Phoenix, Arizona 85007, notice of its intent to be a party. That notice must be filed not less than ten (10) days before the date set for hearing.

The Committee or its Chairman, at any time deemed appropriate, may make other persons parties to the proceeding.

Any person may make a limited appearance at a hearing by filing a statement in writing with the ACC, 1200 West Washington Street, Phoenix, Arizona 85007, not less than five (5) days before a date set for hearing. A person making a limited appearance shall not be a party or have the right to present testimony or cross-examine witnesses.

This proceeding is governed by Arizona Revised Statutes (A.R.S.) §§ 40-360 to 40-360.13 and Arizona Administrative Code R14-3-201 to R14-3-219. No substantive communication, not in the public record, may be made to any member of the Committee. The written decision of the Committee will be submitted to the ACC pursuant to A.R.S. § 40-360.07. Any person intending to be a party before the ACC must be a party to the certification proceedings before the Committee.

ORDERED this 18th day of September, 2009.

John Foreman, Chairman Arizona Power Plant and

Transmission Line Siting Committee

Assistant Attorney General

